







VIA OVERNIGHT DELIVERY

South Carolina Public Service Commission Saluda Building 101 Executive Center Drive Suite 100 Columbia, South Carolina 29210

Re: NOS Communications, Inc. – Request For Partial Waiver Surety Bond Amount Required by 26 S.C. Code Ann. Regs. 103-607 (Supp. 2011)

Dear Madam or Sir:

Under cover letter dated April 13, 2012, NOS Communications, Inc. submitted an original surety bond in the amount of \$4,000 (attached for your reference). The instant letter is being sent to clarify previous correspondence. NOS Communications, Inc. is hereby requesting a partial waiver of the amount of the bond required by 26 S.C. Code Ann. Regs. 103-607 ("Bond Regulation"). The Bond Regulation allows the Commission to determine the type and amount of bond or other security mechanism. NOS Communications, Inc. seeks relief from the amount of required bond since compliance would produce an undue hardship.

NOS Communications, Inc. was certified to provide local exchange services in South Carolina in Docket No. 2000-225-C; Order No. 200-731. It maintains a small presence South Carolina with approximately four residential customers. We respectfully request that the amount of the bond or other security mechanism for NOS Communications be no more than \$4,000. The formula approved by the Commission in Order No. 2012-175 would be calculated as follows:

South Carolina residential customers (4) times average residential retail rate (\$40) times two months of service = \$320.

NOS Communications, Inc. has been providing service in South Carolina since it was certified to provide intrastate, interexchange telecommunications in 1992 (Docket Number1991-617-C, Order No. 92-213). Its annual report is on file with the Office of Regulatory Staff and its many years of operations in South Carolina demonstrate its financial stability. To require NOS Communications, Inc. to post a \$100,000 bond would place excessive burden on its cost of doing business in South Carolina. Therefore, NOS Communications, Inc. respectfully requests the Commission accept the \$4,000 irrevocable letter of credit previously submitted. Under the formula above, a \$4,000 Letter of Credit leaves room for possible growth.

An additional copy of this letter and filing also is enclosed. Please date stamp the extra copy and return it in the enclosed prepaid envelope. Should there be any questions with respect to this matter, please contact me at (702) 547-8486.

Respectfully submitted,

Director of Regulatory Affairs

Cc: Office of Regulatory Staff - Jim McDaniel



250 Pilot Road, Suite 300 Las Vegas, NV 89119 © 888.569.4667 Customer Care 800.772.4667

April 13, 2012

VIA OVERNIGHT DELIVERY

South Carolina Public Service Commission Saluda Building 101 Executive Center Drive Suite 100 Columbia, South Carolina 29210

Re: NOS Communications, Inc. – Surety Bond in Compliance with 26 S.C. Code Ann.

Regs. 103-607 (Supp. 2011)

Dear Madam or Sir:

On behalf of NOS Communications, Inc., we hereby submit an original surety bond in the amount of \$4,000 in order to comply with 26 S.C. Code Ann. Regs. 103-607 (Supp. 2011) which requires all telephone utilities that provide retail residential local exchange service that have not invested at least five million dollars in telecommunications facilities in South Carolina to file a bond or other security mechanism with the Public Service Commission of South Carolina. A copy of this filing has also been sent to Jim McDaniel the Office of Regulatory Staff.

An additional copy of this letter and filing also is enclosed. Please date stamp the extra copy and return it in the enclosed prepaid envelope. Should there be any questions with respect to this matter, please contact me at (702) 547-8486.

Respectfully submitted,

Jessica Renneker

Director of Regulatory Affairs

Cc: Office of Regulatory Staff - Jim McDaniel

Bond Number:

KNOW ALL MEN BY THESE PRESENTS, That

NOS Communications, Inc of 250 Pilot Rd, Ste 300, Las Vegas, NV 89119

as Principal and

Liberty Mutual Insurance Company of 175 Berkeley St., Boston, MA 02117

as Surety, are held and firmly bound unto the Public Service Commission of South Carolina ("Commission"), a state governmental agency organized under the laws of the State of South Carolina, as Obligee in the full sum of \$4,000 Dollars, we bind ourselves, our successors and assigns, jointly and severally, firmly by these presents.

WHEREAS Principal holds a Certificate of Public Convenience and Necessity and provides retail residential prepaid local exchange services (requiring advance payment from customers prior to providing telecommunications service) and who individually or together with their affiliates, have not invested at least five million dollars in telecommunications facilities in the State of South Carolina. Advance payments include, but are not limited to, deposits, non-recurring connection and service fees, prepaid monthly service, and prepaid calling cards.

WHEREAS the Commission Regulation 103-607 requires the advance payment of Performance Bond, Certificate of Deposit, or Irrevocable Letter of Credit.

NOW, THEREFORE, the condition of this obligation is such that Principal shall promptly pay all amounts which may be due by Principal to the Commission, after notice and hearing, may order all or part of any bond or other security forfeited upon finding that the telephone utility has abandoned service to customers who have paid for those services in advance.

The liability of Surety under this Bond shall not be discharged or affected by (i) any waiver, extension or modification of Principal's obligations to Obligee and regardless of whether Principal is proceeded against first or at any other time, or (ii) the failure of Obligee to notify Surety of nonpayment or waiver, extension or modification of Principal's obligations to Obligee.

It is hereby agreed that this obligation is effective beginning <u>April 12th</u>, <u>2012</u>, for a period of twelve (12) months and that this Bond shall automatically renew for successive twelve month period(s) thereafter, provided, however, this Bond may be cancelled provided Surety gives Principal and Obligee sixty (60) days written notice prior to the expiration of the then current period. Such cancellation notice shall be sent by certified mail to the Public Service Commission of South Carolina, 101 Executive Center Drive, Saluda Building, Columbia, SC 29210 with a copy to the South Carolina Office of Regulatory Staff, 1401 Main Street, Suite 900, Columbia, SC, 29201.

In addition to all other amounts payable hereunder, Surety shall reimburse Obligee for all costs and expenses (including attorney's fees) that Obligee incurs in the enforcement of the provisions of this Bond.

Such cancellation shall not affect any liability incurred or accrued under this Bond prior to the effective date of such cancellation.

IN WITNESS WHEREOF, Principal and Surety have signed and sealed this Surety Bond as of the

12th day of April, 2012.

Principal: NOS Communications, Inc

Signature:_

Surety: Liberty Mutual Insurance Company

Attorney-In-Fact:

Title:

Insurance Agency: Brown & Brown Insurance of Nevada, Inc

Address: 975 Kelly Johnson Dr., Ste 100

City: Las Vegas

State: NV

Zip: <u>89119</u>

THIS POWER OF ATTORNEY IS NOT VALID UNLESS IT IS PRINTED ON RED BACKGROUND.

This Power of Attorney limits the acts of those named herein, and they have no authority to bind the Company except in the manner and to the extent herein stated.

LIBERTY MUTUAL INSURANCE COMPANY BOSTON, MASSACHUSETTS POWER OF ATTORNEY

그 그들은 사람들이 얼마나 하는 것이 되었다. 그 사람에 살아왔다.			
	***************************************		and deliver for and an ita-
each individually if there be more than one named, half as surety and as its act and deed, any and al FTY MILLION AND 00/100*********************************	all undertakings, bonds, recogniz	cances and other surety obligations in the	each, and the
ecution of such undertakings, bonds, recognizanompany as if they had been duly signed by the pres	sident and attested by the secre	tary of the Company in their own proper p	ersons.
nat this power is made and executed pursuant to an		(1. 그리고요) 그는 얼마 판가를 꾸게 되는 것 같다.	1
ARTICLE XIII - Execution of Contracts: Sec Any officer of the Company authorized fo chairman or the president may prescribe, sexecute, seal, acknowledge and deliver attorneys-in-fact, subject to the limitations signature and execution of any such instru- as binding as if signed by the president and	or that purpose in writing by the shall appoint such attorneys-in-i as surety any and all underta s set forth in their respective pow uments and to attach thereto the	e chairman or the president, and subject fact, as may be necessary to act in behal likings, bonds, recognizances and other wers of attorney, shall have full power to	surety obligations. Such
the following instrument the chairman or the presi	sident has authorized the officer	or other official named therein to appoint a	ttorneys-in-fact:
Pursuant to Article XIII, Section 5 of the authorized to appoint such attorneys-in-far deliver as surety any and all undertakings,	e By-Laws, Garnet W. Elliott, As act as may be necessary to act i, bonds, recognizances and othe	ssistant Secretary of Liberty Mutual Insur in behalf of the Company to make, execu er surety obligations.	ance Company, is hereby
nat the By-law and the Authorization set forth above			
WITNESS WHEREOF, this Power of Attorney hoerty Mutual Insurance Company has been affixed 2008	has been subscribed by an auth I thereto in Plymouth Meeting, P	norized officer or official of the Company ennsylvania this <u>11th</u> day of <u>Feb</u>	and the corporate seal of ruary
		LIBERTY MUTUAL INSURANCE	COMPANY
	1012 1012	By Garnet W. Elliott, Assistant Secre	tary
OMMONWEALTH OF PENNSYLVANIA ss OUNTY OF MONTGOMERY			
n this <u>11th</u> day of <u>February</u> , <u>2008</u> at he is an Assistant Secretary of Liberty Mutual ower of Attorney and affixed the corporate seal of L	Lineurance Company: that he k	personally came <u>Garnet W. Elliott</u> , to me knows the seal of said corporation; and t any thereto with the authority and at the di	nat ne executed the above
N TESTIMONY WHEREOF, Linave nateunto subscript above written.		notarial seal at Plymouth Meeting, Pennsy	Nania, on the day and year
	COMMONWEALTH OF PENNSYLVANIA Notarial Soal Teresa Pastella, Notary Public Plymouth Twp., Montgomery County	By Leresa Pastella Terésa Pastella, Notary Public)
ERTIFICATE TOTARY PUBLIC M	My Commission Expires Mar. 28, 2009 Wember, Pannsylvania Association of Netarles	relesa y asiona, notary n	
the undersigned, Assistant Secretary of Liberty Moss a full, true and correct copy, is in full force and efaid power of attorney is an Assistant Secretary spulli, Section 5 of the By-laws of Liberty Mutual Insur	effect on the date of this certifica pecially authorized by the chairm	te, and I do intinet cettlin filat the officer	Of Official with executed the
his contificate and the above nower of attorney t	may be signed by facsimile or	mechanically reproduced signatures un eeting duly called and held on the 12th da	der and by authority of the sy of March, 1980.
ollowing vote of the board of directors of Liberty Mu	utual Insurance Company at a m		
vOTED that the facsimile or mechanica certified copy of any power of attorney is with the same force and effect as though	utual Insurance Company at a m ally reproduced signature of an ssued by the company in connec	ov assistant secretary of the company, v	vherever appearing upon a